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DA 15-415

Released: April 2, 2015

AT&T INC. AND PINE CELLULAR PHONES, INC. SEEK FCC GRANT OF LONG-TERM DE FACTO TRANSFER SPECTRUM LEASING APPLICATIONS INVOLVING LOWER 700 MHZ AND PERSONAL COMMUNICATIONS SERVICE LICENSES IN ARKANSAS AND OKLAHOMA

WT Docket No. 15-13

PLEADING CYCLE ESTABLISHED

Petitions to Deny Due: May 4, 2015 Oppositions Due: May 14, 2015 Replies Due: May 21, 2015

## I. INTRODUCTION

AT&T Inc., through its indirect and wholly-owned subsidiaries AT&T Mobility Spectrum LLC, AT&T Mobility II LLC, and New Cingular Wireless PCS, LLC (collectively, "AT&T"), and Pine Cellular Phones, Inc. ("Pine Cellular," and together with AT&T, the "Applicants") have filed applications pursuant to section 310(d) of the Communications Act of 1934, as amended, seeking approval of several long-term *de facto* transfer spectrum leases. AT&T would lease from Pine Cellular spectrum under one Lower 700 MHz B Block license in parts of Arkansas. Pine Cellular would lease from AT&T spectrum under one partitioned Lower 700 MHz B Block license, three partitioned Lower 700 MHz C Block licenses, and four partitioned Personal Communications Service ("PCS") licenses in parts of Oklahoma.

The Applicants assert that the proposed spectrum leasing arrangements would provide AT&T with additional spectrum that would enable it to increase system capacity to enhance existing services, achieve greater operational efficiencies, and offer improved and advanced services in one Cellular Market Area ("CMA") – CMA 332 (Arkansas 9-Polk). The Applicants further contend that these proposed spectrum leasing arrangements also would provide Pine Cellular with additional spectrum that would enable it to increase its system capacity to provide products and advanced services to new and existing customers in parts of three CMAs – CMA 165 (Fort Smith, AR-OK); CMA 601 (Oklahoma 6-Seminole); and CMA 605 (Oklahoma 10-Haskell).<sup>2</sup>

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<sup>&</sup>lt;sup>1</sup> 47 U.S.C. § 310(d).

<sup>&</sup>lt;sup>2</sup> The proposed long-term *de facto* transfer spectrum leases to Pine Cellular include 10 megahertz of PCS spectrum covering the same area and including the same spectrum as currently leased to Pine Cellular under a short-term spectrum manager lease (*see* File No. 0006361821 and Lease IDs L000012651, L000012652, and L000012653) that the Applicants say they would terminate if and when the instant spectrum leasing applications are approved.

Our preliminary review indicates that AT&T would lease 12 megahertz of spectrum in five counties in CMA 332 (Arkansas 9-Polk). Post-transaction, AT&T would hold or lease 95 to 135 megahertz of spectrum in total, including 55 megahertz of below-1-GHz spectrum.

Our preliminary review indicates that Pine Cellular would lease 22 to 34 megahertz in five counties covering all or parts of the three CMAs. Post-transaction, Pine Cellular would hold or lease 32 to 101 megahertz of spectrum in total, including 12 to 49 megahertz of below-1-GHz spectrum.

The *Mobile Spectrum Holdings Report and Order* requires that we treat any proposed increase in below-1-GHz spectrum holdings resulting in the acquiring entity holding approximately one-third or more of the suitable and available spectrum below 1 GHz as an "enhanced factor" in our case-by-case review.<sup>3</sup> As a result of the instant transaction, AT&T would hold more than 45 megahertz of the 134 megahertz of currently suitable and available below-1-GHz spectrum in CMA 332 (Arkansas 9-Polk). Pine Cellular would hold more than 45 megahertz of the 134 megahertz of currently suitable and available below-1-GHz spectrum in McCurtain County in CMA 605 (Oklahoma 10-Haskell).

## II. SECTION 310(d) APPLICATIONS

The applications for the long term *de facto* transfer spectrum leases have the following file numbers:

File No.	Licensee/Lessor	Lessee	Lead Call Sign
0006452003 <sup>4</sup>	Pine Cellular Phones, Inc.	AT&T Mobility Spectrum LLC	WQJU422
0006469742	New Cingular Wireless PCS, LLC	Pine Cellular Phones, Inc.	KNLF279
0006470285	AT&T Mobility II LLC	Pine Cellular Phones, Inc.	WPYZ867
0006502325	AT&T Mobility Spectrum LLC	Pine Cellular Phones, Inc.	WQIZ549

## III. EX PARTE STATUS OF THIS PROCEEDING

Pursuant to section 1.1200(a) of the Commission's rules,<sup>5</sup> the Commission may adopt modified or more stringent *ex parte* procedures in particular proceedings if the public interest so requires. We announce that this proceeding will be governed by permit-but-disclose *ex parte* procedures that are applicable to non-restricted proceedings under section 1.1206 of the Commission's rules.<sup>6</sup>

Parties making oral *ex parte* presentations are directed to the Commission's *ex parte* rules. Parties are reminded that memoranda summarizing the presentation must contain the presentation's substance and not merely list the subjects discussed.<sup>7</sup> More than a one- or two-sentence description of the

<sup>&</sup>lt;sup>3</sup> See Policies Regarding Mobile Spectrum Holdings; Expanding the Economic and Innovation Opportunities of Spectrum Through Incentive Auctions, WT Docket No. 12-269, GN Docket No. 12-268, Report and Order, 29 FCC 6133, 6240 ¶ 286-88 (rel. June 2, 2014) ("Mobile Spectrum Holdings Report and Order").

<sup>&</sup>lt;sup>4</sup> The Applicants have designated this application as the lead application for this transaction.

<sup>&</sup>lt;sup>5</sup> 47 C.F.R. § 1.1200(a).

<sup>&</sup>lt;sup>6</sup> 47 C.F.R. § 1.1206.

<sup>&</sup>lt;sup>7</sup> See 47 C.F.R. § 1.1206(b)(1).

views and arguments presented is generally required. Other rules pertaining to oral and written presentations are set forth in section 1.1206(b) as well. 9

## IV. GENERAL INFORMATION

The long-term *de facto* transfer spectrum leasing applications have been found, upon initial review, to be acceptable for filing. The Commission reserves the right to return any application if, upon further examination, it is determined to be defective and not in conformance with the Commission's rules or policies.

Interested parties must file petitions to deny no later than May 4, 2015. Persons and entities that file petitions to deny become parties to the proceeding. They may participate fully in the proceeding, including seeking access to any confidential information that may be filed under a protective order, seeking reconsideration of decisions, and filing appeals of a final decision to the courts. Oppositions to such pleadings must be filed no later than May 14, 2015. Replies to such pleadings must be filed no later than May 21, 2015. All filings concerning matters referenced in this Public Notice should refer to WT Docket No. 15-13.

To allow the Commission to consider fully all substantive issues regarding the applications in as timely and efficient a manner as possible, petitioners and commenters should raise all issues in their initial filings. New issues may not be raised in responses or replies. A party or interested person seeking to raise a new issue after the pleading cycle has closed must show good cause why it was not possible for it to have raised the issue previously. Submissions after the pleading cycle has closed that seek to raise new issues based on new facts or newly discovered facts should be filed within 15 days after such facts are discovered. Absent such a showing of good cause, any issues not timely raised may be disregarded by the Commission.

Under the Commission's current procedures for the submission of filings and other documents, submissions in this matter may be filed electronically through the Commission's Electronic Comment Filing System ("ECFS") or by hand delivery to the Commission.

- **To file electronically**, <sup>12</sup> comments shall be sent as an electronic file via the Internet to http://apps.fcc.gov/ecfs. In completing the transmittal screen, commenters should include their full name, U.S. Postal Service mailing address, and the applicable docket number. Parties may also submit an electronic comment by email.
- To file by paper, the original and four copies of each filing must be filed by hand or messenger delivery, by commercial overnight courier, or by first-class or overnight U.S. Postal Service mail. All hand-delivered or messenger-delivered paper filings for the Commission's Secretary must be delivered to FCC Headquarters at 445 12th St., S.W., Room TW-A325, Washington, D.C. 20554. The filing hours at this location are 8:00 a.m. to 7:00 p.m. All hand deliveries must be held together with rubber bands or fasteners. Any envelopes must be disposed of <u>before</u> entering the building. Commercial overnight mail (other than U.S. Postal Service Express Mail and Priority

<sup>9</sup> 47 C.F.R. § 1.1206(b).

<sup>8</sup> See id.

<sup>&</sup>lt;sup>10</sup> See 47 C.F.R. § 1.45(c).

<sup>&</sup>lt;sup>11</sup> See FCC Announces Change in Filing Location for Paper Documents, Public Notice, 24 FCC Rcd 14312 (2009).

<sup>&</sup>lt;sup>12</sup> See Electronic Filing of Documents in Rulemaking Proceedings, GC Docket No. 97-113, Report and Order, 13 FCC Rcd 11322 (1998).

Mail) must be sent to 9300 East Hampton Drive, Capitol Heights, MD 20743. U.S. Postal Service first-class, Express, and Priority mail should be addressed to 445 12th Street, S.W., Washington, D.C. 20554. All filings must be addressed to the Commission's Secretary, Office of the Secretary, Federal Communications Commission.

One copy of each pleading must be delivered electronically, by email or facsimile, or if delivered as paper copy, by hand or messenger delivery, by commercial overnight courier, or by first-class or overnight U.S. Postal Service mail (according to the procedures set forth above for paper filings), to: (1) the Commission's duplicating contractor, Best Copy and Printing, Inc., at FCC@BCPIWEB.COM or (202) 488-5563 (facsimile); (2) Scott Patrick, Mobility Division, Wireless Telecommunications Bureau, at scott.patrick@fcc.gov or (202) 418-7447 (facsimile); (3) Kate Matraves, Spectrum and Competition Policy Division, Wireless Telecommunications Bureau, at catherine.matraves@fcc.gov or (202) 418-7447 (facsimile); and (4) Jim Bird, Office of General Counsel, at TransactionTeam@fcc.gov or (202) 418-1234 (facsimile).

Copies of the applications and any subsequently-filed documents in this matter may be obtained from Best Copy and Printing, Inc. in person at 445 12th Street, S.W., Room CY-B402, Washington, D.C. 20554, via telephone at (202) 488-5300, via facsimile at (202) 488-5563, or via email at FCC@BCPIWEB.COM. The applications and any associated documents are also available for public inspection and copying during normal reference room hours at the following Commission office: FCC Reference Information Center, 445 12th Street, S.W., Room CY-A257, Washington, D.C. 20554. The applications are also available electronically through ULS, which may be accessed on the Commission's Internet website. To request materials in accessible formats for people with disabilities (Braille, large print, electronic files, audio format), send an email to fcc504@fcc.gov or call the Consumer and Governmental Affairs Bureau at (202) 418-0530 (voice) or (202) 418-0432 (TTY). Contact the FCC to request reasonable accommodations for filing comments (accessible format documents, sign language interpreters, CART, etc.) by email: FCC504@fcc.gov; phone: (202) 418-0530; or TTY: (202) 418-0432.

For further information, contact Scott Patrick, Mobility Division, Wireless Telecommunications Bureau, at (202) 418-2853, or Kate Matraves, Spectrum and Competition Policy Division, Wireless Telecommunications Bureau, at (202) 391-6272.

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